HOME SECRETARIAT.

MSSS & A BOARD

No. HD 57 MDB 64. dated Bangalore, the 4th June, 1964.

Subject:—Examination for admission to Rashtriya Indian Military College, Dehra Dun-January, 1965 term.

An examination for admission to the Rashtriya Indian Military College, Dehra Dun, will be held on 20th and 21st August, 1964 at Selected centres including Bangalore. The examination will comprise both Written and *Viva Voce* Tests. Candidates who qualify themselves in the tests will be required to undergo a medical examination at Selected Military Hospitals and only those found medically fit will be considered for final selection. Names of candidates finally selected will be communicated to the S ate Government and call up notices to those cand dates will be issued by the Principal, Rashtriya Indian Military College, Dehra Dun.

2 Applications in duplicate on prescribed forms together with age certificates in duplicate from school records or Municipal Birth Registers should be sent to the Director of Public Instruction in Mysore, Bangalore, so as to reach him on or before the 15th July, 1964. Candidates seeking admission to the College should not be less than eleven (11) years of age but must no have attained the age of twelve (12) years on the 1st January 1965. Age limits will not be relaxed.

3 Full particulars regarding the course of training, specimen question papers and application forms can be obtained from the Director of Public Ins ruction in Mysore Bangalore, or the Principal, Rashtriya Indian Military College, Dehra Dun.

By Order and in the name of the Governor of Mysore,

28 R. A. DESHPANDE, *Under Secy. to Govt. H. D.*

Dated 5th June 1964.

No. HD 38 PRA 64. The Government of Mysore are pleased to appoint the follow ng persons to be the non-official visiters to the District Lock-up, Chitradurga for a perod of two years with effect from 29th May 1964.

1 The President, Town Municipal Council, Chitradurga.
2 Shri Manjunath, B.SC., B.L., Advocate, Chitradurga
3 Shri M. Hanumanthappa, B.SC., B.L., Advocate, Chitradurga.
4 Shri R. Balasubramanyam, B.A., LL.B., Advocate, Chitradurga.

By Order and in the name of the Governor of Mysore,

27 S. D. NAYAK, *Under Secy. to Govt., H. D.*

FINANCE SECRETARIAT.

FINANCE COMMISSION

New Delhi. May 19, 1964.

PRESS NOTE

The Fourth Finance Commission assumed office on Tuesday, May 18, 1964 and held a two-day session in New Delhi.

In addition to matters (connected with distribution of Income-tax and Union Excise duties between the Union and the States and determining the principles governing the grants-in-aid for the revenues to the States) on which under the provisions of Sub-clause (a) and (b) of Clause (3) of Articles 280 of the Constitution the Commission is required to make recommendations, the Commission has to make recommendations in regard to the following also—

(a) the States which are in need of assistance by way of grant-in-aid of their revenues under article 275, and the sums to be paid to those States other than the sums specified in the provisions to clause (i) of that article, having regard to among other consid.rations, to—
  (i) the revenue resources of those States for five years ending with the financial year 1970-71 on the ba-is of the levels of taxation likely to be reached in the financial year 1965-66;
  (ii) the requirements of those States to meet the committed expenditure on maintenance and upkeep of Plan schemes completed during the Third Plan;
  (iii) any further expenditure likely to devolve upon those States for the servicing of their debt;
  (iv) creation of a fund of the excesses, if any, over a limit to be specified by the Commission, of the net proceeds of estate duty on property other than agricultural land accruing to a State in any financial year, for the repayment of the State's debt to the Central Government; and
  (v) the scope for economy consistent with efficiency which may be effected by the States in their administrative expenditure;
(b) the changes, if any, to be made in the principles governing the distribution among the States under article 269 of the net proceeds in any financial year of estate duty in respect of property other than agricultural land;
(c) the changes, if any, to be made in the principles governing the distribution among the States of the grant to be made available to the States in lieu of taxes on railway fares,
(d) the changes, if any, to be made in the principles governing the distribution of the net proceeds in any financial year of the additional excise duties levied on each of the following commodities, namely,
  (i) cotton fabrics.
  (ii) silk fabrics,
  (iii) rayon or artificial silk fabrics,
  (iv) woollen fabrics, (v) sugar, and
  (vi) tobacco (including manufacturred tobacco)

in replacement of the States sales taxes formerly levied by the State Governments:

Provided that the share accruing to each State shall not be less than the revenue realised from the levy of the sales tax for the financial year 1956-57 in that State:

(e) the effect of the combined incidence of a State's sales tax and Union duties of excise on the production consumption or export of commodities or products, the duties on which are shareable with the States, and the adjustment, if any, to be made in the State's share of Union Excise duties, if there is any increase in the State's sales tax on such commodities or products over a limit to be specified by the Commission.

The recommendations of the Commission shall, in each of the above cases, cover the period of five years commencing from the 1st day of April 1966.

The present scheme of devolution of revenue from the Centre to the States, which has been evolved after taking into account the recommendations of the Third Finance Commission and is applicable to the four year period ending 1965–66, is as follows :—

(a) 66⅔% of the divisible net proceeds of income-tax (other than Corporation Tax) are assigned to the States and distributed among them on the basis of population (80 per cent) and collection (20 per cent);

(b) 20 per cent of the net proceeds of the Union duties of excise on all commodities other than motor spirit, on which duty was collected in 1960–61 excluding those (but not excluding silk fabrics) on which the yield was below Rs. 50 lakhs a year (ctotal ommodities 35) are distributed amongst the States on the basis of population (as major factor), relative financial weaknesses of States, disparity in levels of development, percentage of Scheduled Castes and Tribes and backward classes in their population,

(c) the grant-in-aid in lieu of tax on Railway fares is distributed on the basis of compensation *i. e*, what States were getting before the tax was abolished.

(d) the net proceeds of the Estate Duty are distributed between the States in proportion to their population, except that the amounts collected in respect of immovable properties are distributed on the basis of location of those properties,

(e) in respect of the net proceeds of additional duties of excise on textiles, sugar and tobacco levied in lieu of sales-tax the guaranteed amounts are first paid to the States, the revenue realised from the levy of the sales-tax for the financial year 1956–57 in that State and the balance on the basis of percentage increase in the collections of sales-tax since 1957–58 and partly on the basis of population.

(f) grants-in-aid of revenue of specified amounts are made to the States on an assessment of their needs based on a review of their budgetary position and the size of their committed expenditure out of revenues. Specific grants are also made to certain States for the improvement of their communications.

The Fourth Finance Commission will review these arrangements. It will consider the modifications and adjustments, if any, called for in the present devolution schemes including the arrangements regarding grants-in-aid under Article 275 (1) of the Constitution.

The Commission would welcome written representations setting out the views of those interested in these questions. They should be sent in the form of self-contained memoranda, addressed to the Member-Secretary, Finance Commission, Church Road Hutments, New Delhi, on or before July 31, 1964.

Office of the Fourth Finance Commission, New Delhi.

Dated 19th May, 1964 (29th Vaisakha, 1886).

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